

Message Text

CONFIDENTIAL

PAGE 01 OECD P 02664 01 OF 02 302045Z

72

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-07

EA-06 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 RSC-01

OPIC-03 SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01

FEA-01 AEC-05 DODE-00 FPC-01 H-01 INT-05 L-02 NSC-05

PM-03 SAM-01 OES-03 SS-15 STR-01 /117 W

----- 099889

R 302034Z JAN 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC 5226

C O N F I D E N T I A L SECTION 01 OF 02 OECD PARIS 02664

E.O. 11652: GDS

TAGS: ENRG, OECD

SUBJECT: OECD SECGEN'S VIEWS ON ORGANIZATIONAL

CHANGES TO DEAL WITH PRODUCER/CONSUMER

ISSUES AND GENERAL ENERGY MATTERS

1. IN TWO CONVERSATIONS JANUARY 29 AND 30, VAN LENNEP SET FORTH HIS IDEAS ON HOW TO ORGANIZE TO DEAL WITH ISSUES RELATING TO PRODUCER/CONSUMER CONFERENCE AND GENERAL ENERGY MATTERS.

2. VAN LENNEP SEES NEED FOR AN AD HOC BODY OF FINANCIAL EXPERTS IN OECD TO DEAL WITH BROAD ECONOMIC AND FINANCIAL ISSUES. THIS GROUP, TO INCLUDE FRANCE AND OTHER NON-IEA COUNTRIES, (HE SEES NO WAY TO RESTRICT MEMBERSHIP OF GROUP OTHER THAN TO USE WP-III OR OECD OIL COMMITTEE HIGH LEVEL GROUP, NEITHER OF WHICH HE BELIEVES IS REALLY APPROPRIATE) WOULD PREPARE SUCH ISSUES AS THE OVER-ALL ECONOMIC AND FINANCIAL IMPACT OF HIGH OIL PRICES, THE EFFECTS OF RECYCLING, PROBLEMS RELATING TO OPEC INVESTMENT, THE RELATIONSHIP OF OIL PRICING TO TRADE IN OTHER COMMODITIES, INDEXATION, PROBLEMS OF LDGS ETC. HE CONCEDES THE NEED FOR AN AD HOC GROUP OF FINANCIAL EXPERTS IN IEA ITSELF TO DEAL WITH THOSE FINANCIAL

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 02664 01 OF 02 302045Z

ISSUES REQUIRING NEGOTIATING POSITIONS FOR THE CONFER-

ENCE.

3. COOPER (IN A MEETING THIS MORNING DEVOTED MAINLY TO ABOVE ISSUE) TOLD VAN LENNEP THAT IDEA OF TWO AD HOC FINANCIAL GROUPS -- ONE IN OECD TO INCLUDE FRENCH AND ONE IN IEA -- COINCIDED WITH WASHINGTON THINKING, BUT WE SAID THAT MORE THOUGHT NEEDED TO BE GIVEN TO WHICH ISSUES WERE TO BE TAKEN UP IN WHICH GROUP. AMBASSADOR NOTED SPECIFICALLY, FOR EXAMPLE, THAT QUESTION OF OPEC INVESTMENTS IN OECD COUNTRIES MIGHT BE TAKEN UP IN VARIOUS OECD FORUMS, BUT THAT W/ASHINGTON POSITION HAS NOT YET EMERGED. IN THE CIRCUMSTANCES WE AND COOPER SUGGESTED THAT VAN LENNEP WAIT UNTIL ARRIVAL OF ENDERS ET AL FOR IEA GB MEETING NEXT WEEK BEFORE FLOATING ANY PROPOSAL TO PERMREPS. IN ANY EVENT WE REITERATED FORCEFULLY US VIEW THAT PREPARATION OF CONSUMER POSITIONS FOR EVENTUAL DIALOGUE WITH PRODUCERS MUST BE WORKED OUT IN IEA ON THE BASIS OF SOLIDARITY WITH FRENCH CONSULTED VIA THE THREE CHANNELS DEPARTMENT HAS LAID DOWN IN STATE 9402.

4. VAN LENNEP EXPRESSED STRONG DOUBT THESE CHANNELS WILL PROVE ADEQUATE TO SIGN FRENCH ON TO HARD POSITIONS FOR THE CONFERENCE. HE CITED RECENT CONVERSATION WITH GISCARD ON PRODUCER/CONSUMER CONFERENCE IN WHICH LATTER SAID CONSUMER SIDE OF CONFERENCE (NOT CLEAR WHETHER PREPARATORY OR ULTIMATE CONFERENCE) SHOULD CONSIST OF US, JAPAN AND EC SPEAKING WITH ONE VOICE. (ACCORDING TO VAN LENNEP, GISCARD SAID ONLY ONE EC REP IN ROOM. SIC) GISCARD TOLD VAN LENNEP FRANC WOULD COORDINATE ITS POSITIONS WITH EIGHT IN EC CONTEXT AND QUOTE OECD FORMULA UNQUOTE SHOULD BE FOUND TO CONSULT ON EC POSITIONS TOGETHER WITH US AND JAPAN. VAN LENNEP SAID HE EXPLAINED TO GISCARD DIFFICULTY OF PROVIDING FOR US-EC-JAPAN DISCUSSIONS IN OECD MENTIONING LEGITIMATE INTERESTS OF NON EC WESTERN INDUSTRIALIZED COUNTRIES IN P/C CONFERENCE, A POINT WHICH GISCARD, ACCORDING TO VAN LENNEP, DID NOT SEEM TO TAKE SERIOUSLY.

5. VAN LENNEP CITED GISCARD'S VIEWS TO RETURN TO HIS PET IDEA OF EVENTUALLY USING OECD HIGH LEVEL OIL GROUP AS MECHANISM FOR LOCKING FRENCH INTO JOINT CONSUMER

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 02664 01 OF 02 302045Z

POSITION. WE REJECTED THIS APPROACH AND SAID ALL SUCH IDEAS FOR OECD INSTITUTIONAL SOLUTION TO WORKING WITH FRENCH COULD ONLY PLAY INTO FRENCH HAND AND DILUTE EFFORT TO WORK OUT GENUINE CONSUMER SOLIDARITY IN IEA.

6. VAN LENNEP WANTS TO PROCEED WITH HIS AND LANZKE'S

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 02664 02 OF 02 302045Z

72

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-07

EA-06 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 RSC-01

OPIC-03 SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01

FEA-01 AEC-05 DODE-00 FPC-01 H-01 INT-05 L-02 NSC-05

PM-03 SAM-01 OES-03 SS-15 STR-01 /117 W

----- 099979

R 302034Z JAN 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC 5227

C O N F I D E N T I A L SECTION 02 OF 02 OECD PARIS 02664

IDEA OF MELTING OECD OIL AND ENERGY COMMITTEES
(OECD 996) INTO ONE BODY. HE FIRST WANTS TO POSE THE
ISSUE OF WHETHER RESTRICTED HLG SHOULD
ALSO BE RETAINED AS POTENTIAL FORUM IN SOME FORMAL
RELATIONSHIP TO NEW BODY AS PREVIOUS HLG HAD TO OECD OIL
COMMITTEE. WE TOLD HIM THAT WASHINGTON HAD NO RPT NO
PLANS TO USE HLG IN THE FORESEEABLE FUTURE. VAN LENNEP
AGREES THAT HLG SHOULD BE KEPT IN ITS PRESENT DORMANT
STATE BUT HE WOULD NOT LIKE DELIBERATELY TO DO AWAY WITH
THIS INSTITUTIONAL OPTION WHICH HE SAID WE MAY WISH TO
CALL UPON IN FUTURE. WE OPINED WASHINGTON MIGHT AGREE TO
MAINTAINING THIS OPTION UNDER SOME LOW KEY PROCEDURAL/
LEGAL FORMULA IN CONNECTION WITH TRANSFERRING THE MANDATE
OF THE OIL COMMITTEE TO THE NEW COMMITTEE PROVIDED IT
WAS QUITE CLEAR HLG WOULD NOT BE CONVENED IN THE FORE-
SEEABLE FUTURE. IN ANY EVENT WE MADE CLEAR THAT
WASHINGTON'S POSITION ON THIS MATTER HAD NOT TO OUR
KNOWLEDGE BEEN DEFINED AND THAT VAN LENNEP WOULD HAVE A
CHANCE TO TALK TO ENDERS ABOUT IT NEXT WEEK.
6. BASED ON OUR CONVERSATIONS WITH HIM, VAN LENNEP HAS
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 02664 02 OF 02 302045Z

POSTPONED INDEFINITELY AN INFORMAL MEETING HE HAD CALLED
WITH THE PERMREPS OF THE HLG. HE DOES HOWEVER WANT TO

SEE ENDERS AS SOON AS POSSIBLE AFTER HIS ARRIVAL (SEE
SEPTEL). WE HOPE WASHINGTON WILL BE ABLE TO GIVE HIM
SOME PRECISE INDICATIONS ON ORGANIZA-
TIONAL ISSUES RAISED HEREIN WHICH WE WOULD APPRECIATE
DISCUSSING WITH ENDERS BEFORE HE SEES VAN LENNEP.

TURNER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MEETINGS, IMPORTERS, EXPORTERS
Control Number: n/a
Copy: SINGLE
Draft Date: 30 JAN 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OECDP02664
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750035-0503
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t1975016/aaaaaflc.tel
Line Count: 183
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 19 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <19 MAY 2003 by BoyleJA>; APPROVED <20 MAY 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: OECD SECGEN'S VIEWS ON ORGANIZATIONAL CHANGES TO DEAL WITH PRODUCER/CONSUMER
TAGS: ENRG, OECD, (VAN LENNEP, EMILE)
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006